1923 Destined to Witness Grave World Decisions On Vital Problems Which 1922 Failed to Settle

Critical Possibilities Supersede Bright Prospects Which Began Year; Result PER CENT Has Been Disappointment

Social Unrest Is a Factor

favorable Developments on Asset Side Should Not Be Forgotten, Says W. S. Kies

By W. S. Kies Osirman, First Federal Foreign Banking Association

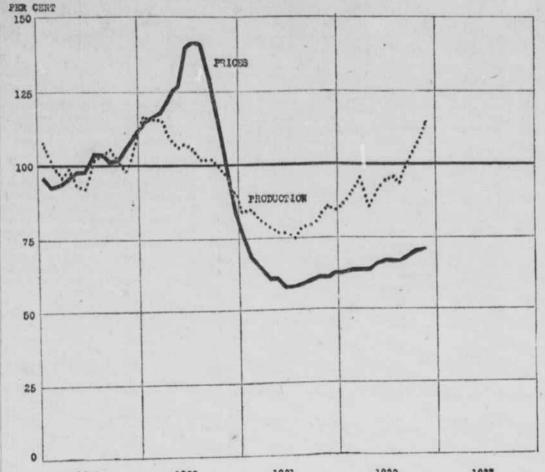
tHE year 1923 seems destined It appears that

and the normalization that seemed disectly ahead of us at the turn of the year last January. It is not necessary, towever, to look on 1923 as having a gloomy outlook. There are fair grospects of things being done that will go far toward improving some of the most serious of the international disections.

On the Asset Side

There are a number of favorable de-elopments that have stoadly gone on Europe as well as in America and Europe as well as in America and thave built up a sound foundation world-wide business to find footing upon for a building up of prostity in 1923. When we see discourage situations developing it must be embered that economic organizations developing it must be embered that economic organizations at that economic situation due to the influence of any existing situations, and that ence of depreciated exchanges upon for a building up of prosecuted true of Poland, and of other countries in Europe. Here and shove what we credit her for her is very little speculative inflation and shove what we credit her for her and shove what we credit her for her is very little speculative inflation and shove what we credit her for her and shove what we credit her for her is now paying us for our products over any and shove what we credit her for her is now paying us for our products over any and shove what we credit her for her is now paying us for our products over any and shove what we credit her for her and sho

Prices and Production in the United States



The above chart, designed to show the relation between production and prices, indicates that the recovery of prices from their 1921 low has not been due to any shortage of production. It reveals that whereas the line of production never went so high as the line of prices, neither did it decline so low, while its recovery has been even more abrupt. In making the chart the index number of twenty basic commodity prices of the New York Federal Reserve Bank and the twenty-two basic commodity production index of the Federal Reserve Board have been used, the 1919 average having been figured as 100 per cent

For the back half of 1922 bards are placed in the whole the past year in farrow may be greatly been improving, and in many line activity has seen less iddingers, greater of the part of the control of t

World Conditions That Will Affect The U.S. Cotton Industry in 1923

exports of raw cotton amounted to more than thirteen and a half billion dollars, while the total "balance of trade" reached was rather less than ten and a half billions, so that the fiber has been the ballast of the place of American. China cannot be countries. This season there are already evidences that a similar course ready evidences that a similar course for the short, clean stayle that the spin ners can lay their hands on, while from Lodz we are told that East Indian cotton and waste are being used in the place of American. China cannot be countries. This season there are already evidences that a similar course ready evidences

being grown. During the year, part-time working in some domestic mills has been about balanced by overtime

By William Whittam

Few, even among the well informed, realize what a determining element cotton has been in the weaving of the complicated texture of American industrial growth. It has been and continues to be the selvage, keeping the extending fabric from unraveling, while adding strength to the whole. For, during the half-century following the Civil War, the United States exports of raw cotton amounted to

the supply and cost of cotton as the tenants, croppers and casual workers are reduced in numbers.

All the three countries which to gether supply some 90 per cent of the total world cotton crop have a larger yield this year than last. Egypt continues the decree of this year into next season, limiting the acreage of cotton to be planted, and the government has arranged for financial assistance to the farmers to enable them to stabilize the cotton market.

of this kind, our financial complexion struck some of the foreign observers especially the prophets of calamity and traders in sensational news—as pretty blue. Pinancial Japan is much, very much, healthier than it looks.

Specie Reserve

Look at her specie reserve. It tells a story with an eloquence and conviction all its own. The specie reserve is tabilize the cotton market.

Japan's Financial Outlook Shows Gradual Recovery

Prophecies of Imminent Debacle Far From Facts, It Is Indicated; Rapidity of Revival Still Lacking

By Hideshige Kashiwagi

Agent the Yokohama Specie Bank, Ltd., in New York

BLACK rumors and blue prophecies of an imminent financial debacle in Japan have been appearing rather often of late in the American press. There is just one trouble with them all: they are utterly surd. There is one thing which explains the present financial conditions of Japan sanely and easily. It is no state secret, neither a mystery of Oriental magic. It is as outstanding a fact as Mount Fuji. Yet somehow our foreign friends seem to have completely missed it. The all illuminate

the fiber has been the ballast of American China cannot look at American qualities at present quotations, native and Indian varieties again being resorted to almost even when the court of the court of the look at American qualities at present quotations, native and Indian varieties again being resorted to almost exclusively.

A year ago the world had to increase its 1921 takings of commercial cotton of all growths by something like a full half before it could reach the preswar standard of consumption. When this is considered in conjunction with the falling of the erecuted that if the human race had been permitted to go on its orderly way since 1914 there would have been added by now to the normal annual cotton needs comething like a million bales, one gets a picture of the lost ground to be recovery during 1922.

It is, however, alarming to find that we would have been added by new to the normal annual cotton needs comething like a million bales, one gets a picture of the lost ground to be recovery during 1922.

It is, however, alarming to find that we with the falling off in pre-war consumption there are now five bales of cotton being used for or each four bales when the fact of the lost ground to be recovery during 1922.

It is, however, alarming to find that we may have a look at American qualities at presented to almost a control of the lost ground to be recovery during 1922.

It is, however, alarming to find that we with the falling off in pre-war consumption there are now five bales of cotton being used for or each four bales being grown. During the year, partition grown being and the reduced in numbers.

A year ago the world had to increase the late of the lost of the preswar of all growths by something like a full half before it could reach the pre-war standard of consumption. When this is considered in conjunction with the fact that if the human race had been permitted to go on its orderly way since the fact that if the human race had been permitted to go on its orderly way since the fact that if the h

has been about balanced by some little dopinion that the hand-to-mouth timidity of the past has rather well justified opinion that the hand-to-mouth timidity of the past has pressed, and to be further represented, by more liberal factory purchase. Splinner generally seem to have decided that there is little bepe of cotton prices and that there is more to the farmers to enable them to the arranged for mancial assistance to the farmers to enable them to the arranged for mancial assistance of the average for the scano being higher than the December at a sporting chance of the average for the scano being higher than the December at a sporting chance of the average for the scano being higher than the December at a story with an elequence and a story w

1922 Record of Federal Reserve System

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-	Redisc	counts	Bills		Government	Fed. Res. Notes	Total Gold Reserve	Total Reserve	Total Earning Assets	Reserve Ratio
Go	v't Paner	Other Paper	Bought	Deposits	Deposits	Outstanding	\$2,875,298,000			
Jan. 4\$477	7,456,000	\$635,111,000	\$126,865,000	\$1,781,874,000		\$2,405,316,000		3,051,503,000	1,293,823,000	
Jan. 11 42	7,476,000	560,018,000	86,754,000	1,735,565,000	15,289,000	2,293,799,000	2,895,589,000	3,051,503,000	1,235,957,000	
Jan. 18 388	8,672,000	525,150,000	94,344,000	1,673,824,000	77,734,000	2,229,677,000	2,898,692,000		1,183,127,000	
lan. 25 257	7,921,000	492,252,000	82,709,000	1,652,304,000	95,915,000	2,184,001,000	2,904,248,000	3,058,855,000	1,233,462,000	
Feb. 1 361	1,092,000	476,726,000	90,027,000	1,689,422,000	114,744,000	2,178,053,000	2,911,528,000	3,061,518,000	1,260,015,000	
Feb 8 261	1,906,000	461,553,000	94,255,000	1,714,668,000	112,717,000	2,166,179,000	2,921,352,000	3,062,629,000	1,248,698,000	
Feb. 15 327	7,641,000	457,979,000	78,287,000	1,744,430,000	79,316,000	2,169,963,000	2,936,054,000	3,080,841,000	1,159,046,000	7.E. 22.20
Feb. 21 281		439,289,000	82,564,000	1,677,011,000	63,910,000	2,173,514,000	2,246,835,000	3,080,793,000	1,216,421,000	
March 1 283	5,376,000	422,175,000	95,730,000	1,725,069,000	60,770,000	2,196,983,000	2,951,434,000		1,176,915,000	200
March 8 238	8,497,000	392,544,000	101,931,000	1,719,910,000	24,207,000	2,197,434,000	2,965,873,000	3,093,960,000	1,277,510,000	mr 4
March 15 229	9,068,000	362,662,000	82,311,000	1,845,493,000	16,789,000	2,188,593,000	2,976,022,000	3,101,397,000	1,146,218,000	
March 22 227		388,769,000	87,045,000	1,667,842,000	66,359,000	2,183,374,000	2,976,703,000	3,104,610,000	1,179,605,000	
March 29 245	2,797,000	383,155,000	102,691,000	1,708,782,000	56,031,000	2,181,843,000	2,975,355,000	3,103,379,000	1,186,135,000	
April 5 240		384,689,000	98,379,000	1,729,603,000	35,542,000	2,198,072,000	2,983,201,000	3,109,601,000	1,180,214,000	
April 12 210		362,884,000	93,611,000	1,726,016,000	38,634,000	2,200,305,000	2,985,788,000	3,112,023,000	1,172,348,000	
April 19 20		351,526,000	87,327,000	1,760,942,000	37,833,000	2,181,090,000	2,990,923,000	3,119,665,000		
April 26 17		321,106,000	82,518,000	1,748,755,000	45,194,000	2,157,568,000	2,995,202,000	3,124,839,000	1,149,850,000	12223
May 3 19		318,902,000	107,278,000	1,774,802,000	72,422,000	2,173,436,000	2,994,976,000	3,118,817,000	1,225,873,000	
May 10 16		308,264,000	105,517,000	1,806,464,000	44,366,000	2,159,186,000	3,005,294,000	3,129,817,000	1,197,608,000	
May 17 16	9,714,000	298,982,000	97,123,000	1,810,810,000	39,278,000	2,146,656,000	3,005,143,000	3,131,125,000	1,160,794,000	
May 24 18	1,071,000	306,169,000	105,364,000	1,822,742,000	60,406,000	2,128,230,000	3,007,689,000	3,135,253,000	1,188,815,000	
May 31 17		300,384,000	118,182,000	1,782,004,000	54,295,000	2,141,184,000	3,007,621,000	3,130,497,000	1,193,091,000	
June 7 14			186,183,000	1,823,961,000	39,274,000	2,141,531,000	3,010,072,000	3,134,066,000	1,174,313,000	
June 14 14	0,639,000	272,978,000	123,975,000	1,821,450,000	73,273,000	2,122,610,000	3,007,794,000	3,136,478,000	1,167,275,000	77.4
June 21 14			121,467,000	1,812,010,000	10,383,000	2,126,304,000	3,019,960,000	3,147,675,000	1,098,569,000	
June 28 18			154,060,000	1,865,199,000	43,780,000	2,124,422,000	3,020,868,000	3,148,366,000	1,179,768,000	
July 5 18	5,390,000	313,482,000	155,065,000	1,818,996,000	36,677,000	2,194,323,000	3,020,677,000	3,133,929,000	1,204,445,000	
uly 12 15	7,555,000	272,387,000	157,675,000	1,875,229,000	20,837,000	2,158,122,000	3,035,833,000	3,157,040,000	1,144,394,000	
luly 19 17		267,205,000	148,970,000	1,864,145,000	49,376,000	2,132,848,000	3,045,335,000	3,169,322,000	1,134,296,000	
July 26 11		264,743,000	156,138,000	1,815,278,000	46,455,000	2,126,809,000	3,054,531,000	3,181,493,000	1,076,927,000	
Ang. 2 13		269,506,000	150,479,000	1,887,840,000	16,926,000	2,140,121,000	3,071,424,000	3,202,684,000	1,047,648,000	79.6
Aug. 9 11	7.777.000	264,384,000	146,803,000	1.783,539,000	27,880,000	2,147,223,000	3,071,643,000	3,202,177,000	1,020,879,000	
Aug. 16 123		257,045,000	149,600,000	1,790,260,000	32,935,000	2,142,288,000	3,066,434,000	3,197,858,000	1,020,711,000	
Aug. 23 128		264,189,000	166,488,000	1,785,489,000	43,972,000	2,146,674,000	3,061,762,000	8,192,664,000	1.041,196,000	79.8
Aug. 30 132		270,717,000	171,706,000	1,807,008,000	51,658,000	2,153,181,000	3,063,414,000	3,195,888,000	1,074,065,000	
Sept. 6 136		274,636,000	188,365,000	1,796,081,000	37,730,000	2,211,889,000	3,050,833,000	3,186,687,000	1,101,661,000	
Sept. 13 128		263,213,000	204,663,000	1.811,237,000	39,294,000	2,213,615,000	3,061,877,000	3,197,438,000	1,088,734,000	
		and arranged and arranged	220,267,000		57,019,000	2,218,764,000	3,061,877,000	3,189,870,000	1,083,174,000	
Sept. 20 137		290,886,000		1,774,997,000		2,242,384,000	3,076,943,000	3,203,127,000	1,109,757,000	
Sept. 27 189		281,078,000	238,116,000	1,797,975,000	19,945,000	2,274,651,000	3,089,280,000	3,213,005,000	1,153,010,000	
Oct. 4 156		277,878,000	235,458,000	1,842,508,000	14,901,000	2,320,115,000	3,089,980,000	3,210,017,000	1,245,985,000	
Oct. 11 232		292,506,000	246,620,000	1,890,841,000	12,457,000	2,315,487,000	3,086,813,000	3,214,197,000	1,214,842,000	
let. 18 194		316,944,000	256,815,030	1,921,277,000	12,545,000	2,298,536,000	3,085,083,000	3,211,918,000	1,135,753,000	77.6
let. 25 195		273,839,000	257,691,000	1,799,931,000	23,659,000	2,309,265,000	3,078,049,000	3,211,745,000	1,208,757,000	76.0
Nov. 1 271		316,267,000	260,658,000	1,847,693,000	36,047,000		3,080,755,000	3,211,282,000	1,245,684,000	76.4
Nov. 8 300		340,075,000	258,656,000	1,812,051,000	26,402,000	2,840,074,000	3,073,848,000	3,204,760,000	1,239,440,000	75.2
Nov. 15 330		322,520,000	260,894,000	1,859,652,000	57,252,000	2,321,219,000	3,088,325,000	3,218,683,000	1,166,742,000	
Nov. 22 307		306,215,000	257,405,000	1,829,069,000	45,198,000	2,299,391,000		3,202,810,000	1,213,807,000	
Nov. 29 315	,280,000	334,816,000	259,226,000	1,807,631,000	33,449,000	2,329,814,000	8,072,868,000	3,172,981,000	1,283,600,000	
ec. 6 374	,409,000	330,536,000	266,827,000	1,843,601,000	46,976,000	2,361,222,000	3,045,792,000	3,184,888,000	1,229,602,000	
Dec. 13 344	.793,000	314,965,000	262,572,000	1.817,744,000	23,136,000	2,379,185,000	3,061,223,000	3,156,709,000	1,298,552,000	
Dec. 20 314		300,707,000	251,728,000	1,840,205,000	6,715,000	2,456,711,000	3,045,910,000	3,148,839,000	1,334,101,000	72.1
Dec. 27 316		313,390,000	246,293,000	1,861,281,000	7,809,000	2,464,121,000	3,040,439,000	0,140,000,000	*19041***1000	

1922 Record of New York Federal Reserve Bank

		Redise		Bills	Membera' Res.	Government Deposits	Outstanding	Gold Reserve	Reserve	Earning Assets	Ratio
1	-	Gov't Paper	Other Paper	Bought	Deposits \$713,943,000	\$16,907,000	\$663,073,000	\$1,070,031,000	\$1,119,045,000	\$355,344,000	79.8
Jan.		\$153,604,000	\$45,699,000	\$58,066,000		2,425,000	626,329,000	1,121,390,000	1,172,457,000	252,637,000	86.9
11/00/07/07/09:57		. 128,965,000	35,310,000	22,676,000	708,587,000 651,480,000	40,778,000	611,792,000	1,103,279,000	1,155,802,000	235,832,000	87.6
100000		. 104,746,000	39,510,000	35,607,000	652,341,000	46,919,000	605,082,000	1,130,485,000	1,180,867,000	210,685,000	89.6
Jan.		. 83,077,000	35,217,000	28,231,000	662,371,000	50,255,000	614,031,000	1,089,447,000	1,138,060,000	263,581,000	84.8
Feb.		. 92,442,000	26,770,000	36,560,000	686,329,000	41,397,000	615,027,000	1,063,062,000	1,106,122,000	325,746,000	81.7
Feb.		. 111,431,000	41,345,000	40,402,000	689,778,000	20,543,000	621,791,000	1,060,897,000	1,101,262,000	323,380,000	81.9
Feb.	15		54,531,000	19,277,000	650,439,000	25,334,000	626,544,000	1,108,420,000	1,144,691,000	248,858,000	87.1
1000	21		46,805,000	32,034,000	674,043,000	23,116,000	626,673,000	1,087,313,000	1,122,444,000	284,543,000	84.1
Mar.			28,793,000	34,178,000	681,233,000	6,049,000	628,279,000	1,090,449,000	1,125,576,000	277,017,000	84.9
Mar.			27,151,000	28,428,000	757,553,000	389,000	626,501,000	1,056,470,000	1,090,551,000	377,771,000	78.0
	15		26,328,000	33,127,000	654,980,000	17,435,000	625,843,000	1,083,871,000	1,116,949,000	245,695,000	86.7
	22		34,828,000	45,553,000	684,951,000	7,282,000	625,774,000	1,119,314,000	1,151,148,000	249,514,000	86.7
THE PERSON NAMED IN	29	The second secon	26,918,000	37,856,000	678,640,000	9,163,000	633,155,000	1,115,907,000	1,145,575,000	257,663,000	86.0
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	5		23,388,000	35,474,000	696,978,000	9,260,000	625,426,000	1,128,201,000	1,157,266,000	262,654,000	86.2
100000000000000000000000000000000000000	12		19,503,000	27,975,000	702,382,000	18,231,000	621,684,000	1,134,998,000	1,164,288,000	254,634,000	85.6
11000 40000	19		16,160,000	25,281,000	701,016,000	17,905,000	615,475,000	1,133,796,000	1,163,204,000	258,243,000	86.5
C7.8071.00	26			45,670,000	704,127,000	39,808,000	623,900,000	1,109,764,000	1,136,487,000	324,500,000	81.9
May	3		20,116,000	41,904,000	734,316,000	17,758,000	619,314,000	1,130,035,000	1,156,555,000	302,511,000	83.5
100000000000000000000000000000000000000	10		18,834,000	24,185,000	734,776,000	15,737.000	617,404,000	1,164,322,000	1,189,774,000	257,373,000	86.2
10000000	17		26,210,000	31,259,000	750,841,000	16,395,000	614,887,000	1,162,990,000	1,187,996,000	280,753,000	85.2
	24	The second second second second	18,893,000	44,046,000	720,342,000	14,942,000	625,245,000	1,150,504,000	1,172,542,000	279,993,000	85.5
DOM:	31		16,028,000	37,910,000	743,189,000	18,601,000	620,153,000	1,171,999,000	1,196,296,000	269,041,000	85.9
June	7		16,938,000	26,438,000	732,834,000	18,340,000	616,158,000	1,135,661,000	1,165,324,000	273,146,000	84.4
	14		15,265,000	23,518,000	718,106,000	515,000	617,810,000	1,154,629,000	1,184,537,000	228,382,000	87.9
THURSDAY STORY	21		17,607,000	46,225,000	805,166,000	10,223,000	618,784,000	1,173,389,000	1,203,833,000	312,546,000	83.3
MINISTER AND ADDRESS OF THE PARTY OF THE PAR	28		40,200,000	46,924,000	724,200,000	9,521,000	642,354,000	1,091,196,000	1,118,380,000	326,098,000	80.7
July	5		15,181,000	46,363,000	771,550,000	5,306,000	622,754,000	1,108,054,000	1,139,590,000	319,276,000	80.8
	19		24,231,000	40,399,000	759,212,000	16,529,000	616,469,000	1,101,119,000	1,134,729,000	321,608,000	80.9
10000000000	26	Value of the same	14,393,000	37,571,000	731,617,000	12,481,000	616,778,000	1,138,977,000	1,173,232,000	255,313,000	85.6
102/01/05	2		16,845,000	33,831,000	746,735,000	2,145,000	623,044,000	1,153,578,000	1,189,578,000	229,741,000	86.0
Aug.	9		18,230,000	26,358,000	691,612,000	7,106,000	621,277,000	1,131,887,000	1,167,424,000	216,496,000	87.8
Aug.	16		19,073,000	26,835,000	682.552,000	7,563,000	613,645,000	1,110,640,000	1,145,868,000	222,402,000	87.2
	23		18,368,000	40,430,000	700,221,000	23,895,000	609,555,000	1,129,275,000	1,165,030,000	237,422,000	86.7
	30		20,127,000	45,810,000	710,752,000	20,900,000	606,993,000	1,125,667,000	1,163,813,000	241,651,000	86.3
Sept.			22,105,000	59,319,000	698,254,000	14,427,000	615,357,000	1,082,513,000	1,121,728,000	268,725,000	83.8
	13	TO THE REAL PROPERTY AND ADDRESS.	20,534,000	67,414,000	693,487,000	11,686,000	604,842,000	1,062,227,000	1,104,826,000	260,876,000	83.7
	20		26,622,000	72.014,000	655,266,000	21,154,000	605,186,000	1,049,401,000	1,091,342,000	244,769,000	84.4
	27		21,885,000	80,545,000	690,325,000	2,596,000	604,480,000	1,056,595,000	1,094,929,000	267,989,000	83.7
Oct.	4.7.		21,248,000	81,376,000	702,210,000	4,944,000	610,763,000	1,030,723,000	1,065,263,000	301,845,000	80.2
Oct.	11	. 110,261,000	40,006,000	85,589,000	769,833,000	68,000	611,983,000	1,021,420,000	1,055,205,000	390,256,000	75.7
Oct.	19	57,515,000	44,991,000	85,401,000	781,805,000	83,000	605,330,000	1,068,474,000	1,104,276,000	322,154,000	78.8
Oct.	25		22,864,000	78,670,000	685,869,000	8,236,000	595,139,000	1,049,392,000	1,083,799,000	263,706,000	83.4
Nov.	1	. 121,125,000	39,892,000	79,636,000	720,186,000	10,797,000	598,764,000	1,045,010,000	1,082,310,000	307,661,000	80.1
10.2	2	. 127,649,000	55,952,000	75,344,000	683,355,000	6,986,000	604,300,000	1,020,952,000	1,055,619,000	320,469,000	80.6
Nov.	15	159,260,000	34,495,000	75,200,000	711,071,000	33,913,000	588,415,000	1,025,036,000	1,059,494,000	327,175,000	78.7
Nov.	99	. 134,899,000	26,077,000	60,225,000	713,568,000	13,056,000	580,198,000	1,060,536,000	1,093,592,000	270,722,000	82.9
May.	90	. 108,933,000	28,088,000	56,375,000	679,289,000	7,273,000	594,003,000	1,065,590,000	1,097,573,000	252,339,000	85.0
	6	. 177,084,000	30,961,000	58,925,000	704,183.000	18,145,000	593,519,000	1,005,846,000	1,036,008,000	331,697,000	78.1
Dec.	12	. 160,669,000	23,212,000	51,223,000	680,828,000	2,475,000	591,809,000	1,004,261,000	1,034,003,000	298,421,000	80.4
Dec.	90	126,029,000	16,327,000	41,225,000	700,790,000	766,000	605,539,000	1,019,904,000	1,046,196,000	312,049,000	79.3
Dec.	07	. 125,487,000	19,323,000	45,789,000	707,105,000	979,000	599,001,000	1,028,380,000	1,055,932,000	307,286,000	80.0
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